

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE  
DISTRICT NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2012

## TABLE OF CONTENTS

|   | <u>PAGE</u> |
|---|-------------|
| Accountant's Compilation Report   | 1           |
| Basic Financial Statements  |             |
| <u>Government-wide Financial Statements</u>   |             |
| Statement of Net Assets   | 2           |
| Statement of Activities   | 3           |
| <u>Fund Financial Statements</u>  |             |
| Balance Sheet - General Fund  | 4           |
| Reconciliation of the General Fund's Balance Sheet<br>to the Statement of Net Assets                                    | 5           |
| Statement of Revenues, Expenditures, and Change<br>in Fund Balance - General Fund                                       | 6           |
| Reconciliation of the Statement of Revenues, Expenditures,<br>and Change in Fund Balance to the Statement of Activities | 7           |
| Statement of Revenues, Expenditures, and Changes in<br>Fund Balance - Budget (GAAP Basis) and Actual - General Fund     | 8           |
| Notes to the Financial Statements   | 9-13        |

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ACCOUNTANT'S COMPILATION REPORT

The Board of Commissioners  
 East St. Landry Consolidated Gravity Drainage  
 District No. 1 of St. Landry Parish  
 Opelousas, Louisiana

We have compiled the accompanying basic financial statements of the governmental activities of the East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish, a component unit of the St. Landry Parish Government, as of and for the year ended December 31, 2012. We have not audited or reviewed the accompanying basic financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the accounting principles generally accepted in the United States of America.

The management of the East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of the East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has not presented the management's discussion and analysis information that the Governmental Accounting Standards Board has determined is required supplement, although not required to be a part of, the basic financial statements.

We are not independent with respect to East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish.

Opelousas, Louisiana  
 February 14, 2013

## BASIC FINANCIAL STATEMENTS

GOVERNMENT - WIDE FINANCIAL STATEMENTS

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
STATEMENT OF NET ASSETS  
DECEMBER 31, 2012

GOVERNMENTAL  
ACTIVITIES

ASSETS

|                                   |                |
|-----------------------------------|----------------|
| Cash                              | \$ 28,394      |
| Certificates of deposit           | 1,415          |
| Ad Valorem taxes receivable (net) | 128,929        |
| State revenue sharing receivable  | <u>3,656</u>   |
| <u>Total assets</u>               | <u>162,394</u> |

LIABILITIES

|                          |            |
|--------------------------|------------|
| Payroll tax payable      | <u>652</u> |
| <u>Total Liabilities</u> | <u>652</u> |

NET ASSETS

|                         |                |
|-------------------------|----------------|
| Unrestricted            | <u>161,742</u> |
| <u>Total net assets</u> | <u>161,742</u> |

See accompanying notes and accountant's compilation report.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2012

| <u>FUNCTIONS/PROGRAMS</u>                     | <u>EXPENSES</u>                | <u>NET (EXPENSES) REVENUES<br/>AND CHANGES<br/>IN NET ASSETS</u><br><u>GOVERNMENTAL<br/>ACTIVITIES</u> |
|---|--------------------------------|--|
| Governmental Activities<br>General government | <u>\$ 131,365</u>              | <u>\$(131,365)</u>   |
|   | General Revenues               |  |
|   | Taxes                          | 134,849  |
|   | State revenue sharing          | 5,629  |
|   | Interest and miscellaneous     | 938  |
|   | <u>Total general revenues</u>  | <u>141,416</u>   |
|   | <u>Change in net assets</u>    | 10,051   |
|   | Net assets - January 1, 2012   | <u>151,691</u>   |
|   | Net assets - December 31, 2012 | <u>161,742</u>   |

See accompanying notes and accountant's compilation report.

FUND FINANCIAL STATEMENTS



EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
BALANCE SHEET – GENERAL FUND  
DECEMBER 31, 2012

|   | <u>2012</u>    |
|---|----------------|
| <u>ASSETS</u>                             |                |
| Cash                                      | \$ 28,394      |
| Certificates of deposit                   | 1,415          |
| Ad valorem tax receivable                 |                |
| Net of allowance for uncollectibles       | 128,929        |
| State revenue sharing receivable          | <u>3,656</u>   |
| <u>Total assets</u>                       | <u>162,394</u> |
| <u>LIABILITIES AND FUND EQUITY</u>        |                |
| <u>LIABILITIES</u>                        |                |
| Payroll tax payable                       | <u>\$ 652</u>  |
| <u>Total liabilities</u>                  | <u>652</u>     |
| <u>FUND EQUITY</u>                        |                |
| Fund balance                              |                |
| Unassigned                                | <u>161,742</u> |
| <u>Total fund balance</u>                 | <u>161,742</u> |
| <u>Total liabilities and fund balance</u> | <u>162,394</u> |

See accompanying notes and accountant's compilation report.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
RECONCILIATION OF THE GENERAL FUND'S BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
DECEMBER 31, 2012

Total fund balance for the governmental fund  
at December 31, 2012

\$ 161,742

Net assets of governmental activities at December 31, 2012

161,742

See accompanying notes and accountant's compilation report.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE – GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2012

|  | <u>2012</u>               |
|--|---------------------------|
| <u>REVENUES</u>                            |                           |
| Taxes                                      |                           |
| Property taxes                             | \$ 134,849                |
| Intergovernmental                          |                           |
| State revenue sharing                      | 5,629                     |
| Interest and miscellaneous                 | 938                       |
| <u>Total revenues</u>                      | <u>141,416</u>            |
| <u>EXPENDITURES</u>                        |                           |
| Current operating                          |                           |
| Commissioners' per diem                    | 5,850                     |
| Canal maintenance                          | 116,765                   |
| Supplies and miscellaneous                 | 600                       |
| Professional fees                          | 6,400                     |
| Surety bond and insurance                  | 1,375                     |
| Payroll taxes                              | 375                       |
| <u>Total expenditures</u>                  | <u>131,365</u>            |
| <br><u>NET CHANGE IN FUND BALANCE</u>      | <br>10,051                |
| <br><u>FUND BALANCE, beginning of year</u> | <br><u>151,691</u>        |
| <br><u>FUND BALANCE, end of year</u>       | <br><u><u>161,742</u></u> |

See accompanying notes and accountant's compilation report.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2012

|  |                  |
|--|------------------|
| Total net change in fund balance for the year ended<br>December 31, 2012 per Statement of Revenues, Expenditures<br>and Change in Fund Balance | <u>\$ 10,051</u> |
| Change in net assets for the year ended December 31, 2012<br>per Statement of Activities   | <u>10,051</u>    |

See accompanying notes and accountant's compilation report.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND  
BALANCE – BUDGET (GAAP BASIS) AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2012

|  | ORIGINAL       | FINAL           | ACTUAL         | VARIANCE<br>FAVORABLE<br>(UNFAVORABLE) |
|--|----------------|-----------------|----------------|--|
| <u>REVENUES</u>                        |                |                 |                |  |
| Taxes                                  |                |                 |                |  |
| Property taxes                         | \$ 90,000      | \$ 111,062      | \$ 134,849     | \$ 23,787                              |
| Intergovernmental                      |                |                 |                |  |
| State revenue sharing                  | 2,900          | 3,589           | 5,629          | 2,040                                  |
| Interest and miscellaneous             | 500            | 924             | 938            | 14                                     |
| <u>Total revenues</u>                  | <u>93,400</u>  | <u>115,575</u>  | <u>141,416</u> | <u>25,841</u>                          |
| <u>EXPENDITURES</u>                    |                |                 |                |  |
| Current operating                      |                |                 |                |  |
| Commissioners' per diem                | 7,000          | 5,996           | 5,850          | 146                                    |
| Canal maintenance                      | 80,000         | 140,165         | 116,765        | 23,400                                 |
| Supplies and miscellaneous             | 600            | 800             | 600            | 200                                    |
| Bad debt expense                       | 3,000          | 3,000           | -              | 3,000                                  |
| Professional fees                      | 7,200          | 6,800           | 6,400          | 400                                    |
| Surety bond and insurance              | -              | 1,675           | 1,375          | 300                                    |
| Payroll taxes                          | 500            | 435             | 375            | 60                                     |
| <u>Total expenditures</u>              | <u>98,300</u>  | <u>158,871</u>  | <u>131,365</u> | <u>27,506</u>                          |
| <u>NET CHANGE IN FUND BALANCE</u>      | <u>(4,900)</u> | <u>(43,296)</u> | 10,051         | <u>53,347</u>                          |
| <u>FUND BALANCE, beginning of year</u> |                |                 | <u>151,691</u> |  |
| <u>FUND BALANCE, end of year</u>       |                |                 | <u>161,742</u> |  |

See accompanying notes and accountant's compilation report.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2012

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION**

The accompanying basic financial statements of the East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles.

**B. REPORTING ENTITY**

As the governing authority of the parish, for reporting purposes, the St. Landry Parish Government is the financial reporting entity for St. Landry Parish. The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the St. Landry Parish Government for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the government to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the government.
2. Organizations for which the government does not appoint a voting majority but are fiscally dependent on the government.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the government appoints the five commissioners of the East St. Landry Consolidated Gravity Drainage District No. 1, the District was determined to be a component unit of the St. Landry Parish Government, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the District and do not present information on the government, the general government services provided by that government unit, or the other governmental units that comprise the financial reporting entity.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. FUND ACCOUNTING

The accounts of the East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish are organized in one fund, which is considered a separate accounting entity. The operations of the fund are accounted for by self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Revenues are accounted for in this individual fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The fund presented in the financial statements is described as follows:

General Fund - The General Fund is the general operating fund of the East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish. It is used to account for all financial resources.

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. The fund financial statements utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The government-wide financial statements utilize an "economic resources" measurement focus. The accounting objective of this measurement focus is the determination of operating income, changes in net assets and financial position. All assets and liabilities (whether current or noncurrent) associated with their activities are reported.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING - Continued

Basis of Accounting - Continued

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting.

E. INVESTMENTS AND CASH

Investments are stated at cost or amortized cost, which approximates market. Louisiana statute authorize the District to invest in United States bonds, treasury notes or certificates, time certificates of deposit in state and national banks, or any other federally insured investments.

F. FIXED ASSETS AND LONG-TERM LIABILITIES

The District does not have fixed assets as of December 31, 2012. The District does not capitalize infrastructure assets, if any.

G. BUDGETS AND BUDGETARY ACCOUNTING

East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish is required by state law to adopt an annual budget for its General Fund each year. The budget is adopted on a comparable basis to GAAP. The budget must be finally adopted by the District no later than the last day of the preceding year.

H. ENCUMBRANCES

The District does not employ the encumbrance system.

I. EQUITY CLASSIFICATION

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consist of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.



EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

I. EQUITY CLASSIFICATION - Continued

- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned and unassigned.

1. Restricted fund balance – This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions for enabling legislation.
2. Committed fund balance – These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the Board– the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board Members removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
3. Assigned fund balance – This classification reflects the amounts constrained by the Board’s “intent” to be used for specific purposes, but are neither restricted nor committed. The Board has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.
4. Unassigned fund balance – This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the Board’s policy to use externally restricted resources first, then unrestricted resources – committed, assigned and unassigned – in order as needed.

J. PENSION PLAN, VACATION, AND SICK LEAVE

The District has no pension plan or a vacation and sick leave policy.

NOTE 2 - CASH AND INVESTMENTS

At December 31, 2012, the carrying amounts and bank balances of cash in an interest-bearing checking account, respectively, were \$28,394 and \$28,622. The carrying amount and bank balance of investments were \$1,415. The bank balances were covered by federal depository insurance.

EAST ST. LANDRY CONSOLIDATED GRAVITY DRAINAGE DISTRICT  
NO. 1 OF ST. LANDRY PARISH  
OPELOUSAS, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2012

**NOTE 3 - AD VALOREM TAXES**

The District levied a tax of 10.67 mills for the year 2012. The District's ad valorem tax, levied for the calendar year, is due on or before October, 1 and becomes delinquent on January 1 of the following year.

The taxes are based on assessed values determined by the tax assessor of St. Landry Parish and are collected by the sheriff. The taxes are remitted to the District net of deductions for Pension Fund contributions

Ad valorem taxes receivable at December 31, 2012 was as follows:

| <u>Taxes Per</u><br><u>Tax Roll</u> | <u>Retirement</u><br><u>Contributions</u> | <u>Receipts</u><br><u>November and</u><br><u>December</u> | <u>Estimated</u><br><u>Uncollectible</u> | <u>Net Taxes</u><br><u>Receivable</u> |
|-------------------------------------|---|---|--|---------------------------------------|
| \$141,445                           | \$4,373                                   | \$6,078   | \$ 2,065                                 | \$128,929                             |

The estimated allowance for uncollectible ad valorem tax is based on prior years' experience.

**NOTE 4 - FUND BALANCE**

For the year ended December 31, 2012, East St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish did not have a deficit fund balance and the fund balance was unassigned.

**NOTE 5 - PER DIEM AND MILEAGE**

Per diem and mileage paid to board members is as follows:

| <u>BOARD MEMBERS</u> | <u>PER DIEM</u> | <u>EXPENSE</u><br><u>AND</u><br><u>MILEAGE</u> |
|----------------------|-----------------|--|
| Guidroz, Nelene      | \$ 1,200        | \$ 216   |
| Barron, Edward J.    | 1,100           | 237  |
| Stanford, Benjamine  | 800             | 173  |
| Edwards, David       | 1,200           | 216  |
| Leblanc, Chris       | 600             | 108  |
| <u>TOTAL</u>         | <u>4,900</u>    | <u>950</u>                                     |

**NOTE 6 - OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

The St. Landry Consolidated Gravity Drainage District No. 1 of St. Landry Parish does not provide any post-employment benefits to retirees and therefore is not required to report under GASB Statement No. 45 Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions.

**NOTE 7 - SUBSEQUENT EVENTS**

Subsequent events were evaluated through February 14, 2013, which is the date the financial statements were available to be issued. As of February 14, 2013 there were no subsequent events noted.